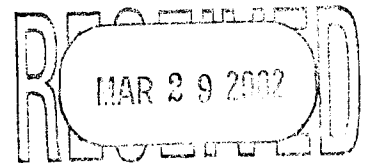


**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**



**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-02237A  
ORANGE GROVE WATER COMPANY  
P. O. BOX 889  
YUMA AZ 85366-0889

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2001</b>
-----------	-----------	-------------

FOR COMMISSION USE

<b>ANN04</b>	<b>01</b>
--------------	-----------

Processed by:

*4-3-02 cm*

**SEE ACCOUNTANT'S COMPILATION REPORT**

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** ORANGE GROVE WATER COMPANY

Mailing Address P O BOX 889  
(Street)  
Yuma AZ 85366-0889  
(City) (State) (Zip)

928-726-8272 N/A N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address N/A

Local Office Mailing Address P O BOX 889  
(Street)  
Yuma AZ 85366-0889  
(City) (State) (Zip)

928-726-8272 N/A N/A  
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address N/A

## MANAGEMENT INFORMATION

**Management Contact:** KATHLEEN M DAY PRESIDENT  
(Name) (Title)

P O BOX 889 Yuma AZ 85366-0889  
(Street) (City) (State) (Zip)

928-726-8272 N/A N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address N/A

**On Site Manager:** SAME  
(Name)

SAME  
(Street) (City) (State) (Zip)

SAME — —  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address —

**SEE ACCOUNTANT'S COMPILATION REPORT**

Statutory Agent: GLEN J GIMBERT

(Name)

330 WEST 24TH ST Yuma AZ 85364

(Street)

(City)

(State)

(Zip)

928-783-0101 N/A N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: SAME

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |                                   |  |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO        |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE        |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE          |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL           |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI  | <input checked="" type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE  |                                   |  |

COMPANY NAME

ORANGE GROVE WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	—	—	—
302	Franchises	—	—	—
303	Land and Land Rights	3739	—	3739
304	Structures and Improvements	30000	12500	17500
307	Wells and Springs	11699	11699	—
311	Pumping Equipment	10728	8469	2259
320	Water Treatment Equipment	—		
330	Distribution Reservoirs and Standpipes	3504	3504	—
331	Transmission and Distribution Mains	138530	106830	31700
333	Services	11264	11264	—
334	Meters and Meter Installations	5076	5076	—
335	Hydrants	6069	6069	—
336	Backflow Prevention Devices	—		
339	Other Plant and Misc. Equipment	—		
340	Office Furniture and Equipment	14775	7614	7161
341	Transportation Equipment	1424	610	814
343	Tools, Shop and Garage Equipment	—		
344	Laboratory Equipment	—		
345	Power Operated Equipment	—		
346	Communication Equipment	—		
347	Miscellaneous Equipment	—		
348	Other Tangible Plant	—		
	<b>TOTALS</b>	<b>236808</b>	<b>173635</b>	<b>63173</b>

This amount goes on the Balance Sheet Acct. No. 108

**SEE ACCOUNTANT'S COMPILATION REPORT**

COMPANY NAME

ORANGE GROVE WATER COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	—	—	—
302	Franchises	—	—	—
303	Land and Land Rights	3739	—	—
304	Structures and Improvements	30000	5%	1500
307	Wells and Springs	11699	5%	—
311	Pumping Equipment	10728	5%	536
320	Water Treatment Equipment	—	—	—
330	Distribution Reservoirs and Standpipes	3504	5%	—
331	Transmission and Distribution Mains	138530	5%	6927
333	Services	11264	5%	465
334	Meters and Meter Installations	5076	5%	116
335	Hydrants	6069	5%	—
336	Backflow Prevention Devices	—	—	—
339	Other Plant and Misc. Equipment	—	—	—
340	Office Furniture and Equipment	14775	5%	739
341	Transportation Equipment	1424	5%	71
343	Tools, Shop and Garage Equipment	—	—	—
344	Laboratory Equipment	—	—	—
345	Power Operated Equipment	—	—	—
346	Communication Equipment	—	—	—
347	Miscellaneous Equipment	—	—	—
348	Other Tangible Plant	—	—	—
	<b>TOTALS</b>	<b>236808</b>		<b>10354</b>

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

**SEE ACCOUNTANT'S COMPILATION REPORT**

COMPANY NAME ORANGE GROVE WATER COMPANY

**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 9269	\$ 7284
134	Working Funds	—	—
135	Temporary Cash Investments	—	—
141	Customer Accounts Receivable	—	—
146	Notes/Receivables from Associated Companies	—	—
151	Plant Material and Supplies	—	—
162	Prepayments	—	—
174	Miscellaneous Current and Accrued Assets	26568	30468
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 35837	\$ 37752
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 236808	\$ 236808
103	Property Held for Future Use	—	—
105	Construction Work in Progress	—	—
108	Accumulated Depreciation – Utility Plant	163281	173635
121	Non-Utility Property	—	—
122	Accumulated Depreciation – Non Utility	—	—
	<b>TOTAL FIXED ASSETS</b>	\$ 73527	\$ 63173
	<b>TOTAL ASSETS</b>	\$ 109364	\$ 100925

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**SEE ACCOUNTANT'S COMPILATION REPORT**

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ —	\$ —
232	Notes Payable (Current Portion)	—	—
234	Notes/Accounts Payable to Associated Companies	—	—
235	Customer Deposits	—	—
236	Accrued Taxes	2198	2037
237	Accrued Interest	—	—
241	Miscellaneous Current and Accrued Liabilities	—	—
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 2198	\$ 2037
	<b>LONG-TERM DEBT (Over 12 Months)</b>	—	—
224	Long-Term Notes and Bonds	\$ —	\$ —
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	52188	52188
272	Less: Amortization of Contributions	5220	10438
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 46968	\$ 41750
	<b>TOTAL LIABILITIES</b>	\$ 49166	\$ 43787
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 4070	\$ 4070
211	Paid in Capital in Excess of Par Value	1934	1934
215	Retained Earnings	54194	51134
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 60198	\$ 57138
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 109364	\$ 100925

**SEE ACCOUNTANT'S COMPILATION REPORT**

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 96123	\$ 97055
460	Unmetered Water Revenue	—	—
474	Other Water Revenues	—	—
	<b>TOTAL REVENUES</b>	\$ 96123	\$ 97055
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 47026	\$ 48835
610	Purchased Water	—	—
615	Purchased Power	—	—
618	Chemicals	—	—
620	Repairs and Maintenance	4262	6039
621	Office Supplies and Expense	20173	19626
630	Outside Services	1865	4353
635	Water Testing	350	3185
641	Rents	—	—
650	Transportation Expenses	1859	1061
657	Insurance – General Liability	2532	3097
659	Insurance - Health and Life	—	—
666	Regulatory Commission Expense – Rate Case	—	—
675	Miscellaneous Expense	1628	1362
403	Depreciation Expense	11124	10354
408	Taxes Other Than Income	3971	4164
408.11	Property Taxes	4555	3647
409	Income Tax	1225	3261
	<b>TOTAL OPERATING EXPENSES</b>	\$ 100570	\$ 108984
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ 84	\$ 51
421	Non-Utility Income	8820	8818
426	Miscellaneous Non-Utility Expenses	—	—
427	Interest Expense	—	—
	<b>TOTAL OTHER INCOME/EXP</b>	\$ 8904	\$ 8869
	<b>NET INCOME/(LOSS)</b>	\$ 4457	\$ (3060)

SEE ACCOUNTANT'S COMPILATION REPORT



COMPANY NAME ORANGE GLOVE WATER COMPANY

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	N/A	N/A	N/A	N/A
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$ N/A	\$ N/A	\$ N/A	\$ N/A

Meter Deposit Balance at Test Year End

\$ NONE

Meter Deposits Refunded During the Test Year

\$ NONE

**SEE ACCOUNTANT'S COMPILATION REPORT**

COMPANY NAME ORANGE GROVE WATER COMPANY**WATER COMPANY PLANT DESCRIPTION****WELLS**

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
		30	200	
		30	200	
		278	270	

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
—	—	—

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = \_\_\_\_\_

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
—	—	9	—

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
2000	1	5000	1

**SEE ACCOUNTANT'S COMPILATION REPORT**

## STATISTICAL INFORMATION

Total number of customers 317

Total number of gallons sold 37,362,280 gallons

**SEE ACCOUNTANT'S COMPILATION REPORT**

COMPANY NAME ORANGE GROVE WATER Company YEAR ENDING 12/31/2001

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>2112</u>
Estimated or Actual Federal Tax Liability	<u>1289</u>
State Taxable Income Reported	<u>1149</u>
Estimated or Actual State Tax Liability	<u>679</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>—</u>
Amount of Gross-Up Tax Collected	<u>—</u>
Total Grossed-Up Contributions/Advances	<u>—</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

x Kathleen M Day  
SIGNATURE

3-25-02  
DATE

KATHLEEN M DAY  
PRINTED NAME

PRESIDENT  
TITLE

**SEE ACCOUNTANT'S COMPILATION REPORT**

COMPANY NAME \_\_\_\_\_ YEAR ENDING 12/31/2001

**WATER AND SEWER  
UTILITIES ONLY**

**PROPERTY TAXES**

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 3 6 4 7

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

---

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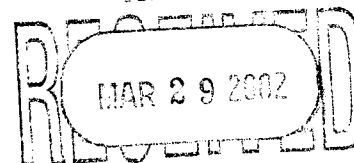
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**SEE ACCOUNTANT'S COMPILATION REPORT**

**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

ARIZONA CORPORATION  
COMMISSION



**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>YUMA</u>	Director of Utilities
NAME (OWNER OR OFFICIAL) TITLE	<u>KATHLEEN M DAY</u>	
COMPANY NAME	<u>ORANGE GROVE WATER COMPANY</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2001</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 104 002

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 6947 -  
IN SALES TAXES BILLED, OR COLLECTED

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

x Kathleen M. Day  
SIGNATURE OF OWNER OR OFFICIAL  
928-726-8272  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

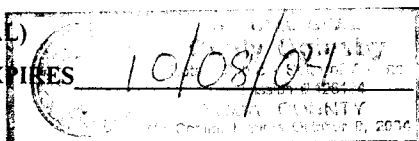
25th

DAY OF

COUNTY NAME	<u>Yuma</u>	
MONTH	<u>March</u>	<u>2002</u>

(SEAL)

MY COMMISSION EXPIRES

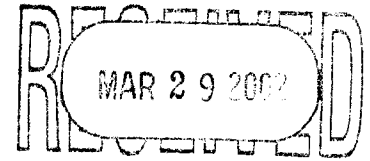


Cindy C. Gentry  
SIGNATURE OF NOTARY PUBLIC

**SEE ACCOUNTANT'S COMPILATION REPORT**

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION  
COMMISSION



Director of Commerce

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

(COUNTY NAME) <u>YUMA</u>	
NAME (OWNER OR OFFICIAL) <u>KATHLEEN M DAY</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>ORANGE GROVE WATER COMPANY</u>	

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2001</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 104 002-

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 6947-

IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

Kathleen M. Day  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

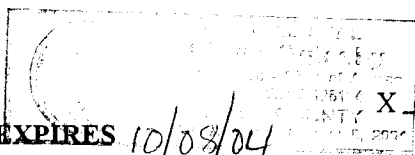
25th

DAY OF

NOTARY PUBLIC NAME <u>Cindy Oglesby</u>	
COUNTY NAME <u>Yuma</u>	
MONTH <u>March</u>	20 <u>02</u>

(SEAL)

MY COMMISSION EXPIRES 10/08/04



Cindy Oglesby  
SIGNATURE OF NOTARY PUBLIC

SEE ACCOUNTANT'S COMPILATION REPORT

ORANGE GROVE WATER CO. INC.  
P.O. BOX 889  
YUMA, AZ 85366-0889

5062

Date 8/21/01

91-574/1221  
950

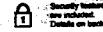
Pay to the  
Order of

Yuma Co. Treasurer

\$ 665<sup>00</sup>

Six Hundred Sixty-Five & 90/100

Dollars



**Compass Bank**

Yuma, Arizona

For

919-41-1243 2000

Kathleen Day

MP

⑆122105744⑆

86462222⑆ 5062

⑆0000066590⑆

ORANGE GROVE WATER CO. INC.  
P.O. BOX 889  
YUMA, AZ 85366-0889

5063

Date 8/21/01

91-574/1221  
950

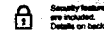
Pay to the  
Order of

Yuma County Treasurer

\$ 157<sup>00</sup>

One Hundred Fifty-Seven & 10/100

Dollars



**Compass Bank**

Yuma, Arizona

For

1124 104 40 1183 2000

Kathleen Day

MP

⑆122105744⑆

86462222⑆ 5063

⑆0000015700⑆

ORANGE GROVE WATER CO. INC.  
P.O. BOX 889  
YUMA, AZ 85366-0889

5064

Date 8/21/01

91-574/1221  
950

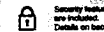
Pay to the  
Order of

Yuma County Treasurer

\$ 421<sup>00</sup>

Four Hundred Twenty-One & 00/100

Dollars



**Compass Bank**

Yuma, Arizona

For

1124 104-40-093 00 2000

Kathleen Day

MP

⑆122105744⑆

86462222⑆ 5064

⑆0000042100⑆

ORANGE GROVE WATER CO. INC.  
P.O. BOX 889  
YUMA, AZ 85366-0889

5160

Date 12-27-01

91-574/1221  
950

Pay to the  
Order of

Yuma Co. Treasurer

\$ 2402.27

Two Thousand Four Hundred Two dollars & 27/100

Dollars



**Compass Bank**

Yuma, Arizona

For

1120 919-41-120

Kathleen Day

MP

⑆122105744⑆

0086462222⑆ 5160

⑆0000240227⑆

SEE ACCOUNTANTS COMPILATION REPORT



YUMA COUNTY TREASURER, KAREN FRITZ

PROPERTY #: 1120 919-41-120- -  
 OWNER.....: ORANGE GROVE WATER CO INC  
 CASH: .00  
 CHECK: 2,402.27  
 CHARGE: .00  
 -----

RECEIPT#: 000171101  
 DATE: 12/28/2001  
 TIME: 12:35:52  
 RECEIVED BY: MARY

TOTAL RECEIVED: 2,402.27

ORANGE GROVE WATER CO INC  
 PO BOX 889  
 YUMA AZ 85366

BILL#	YEAR	TYPE	TAX PAID	PENALTY PAID	INTEREST PAID	TOTAL PAID
-----	----	----	-----	-----	-----	-----
000063554	1999	COMB	1,809.40	110.47	482.40	2,402.27
***						

SEE ACCOUNTANT'S COMPILATION REPORT

12/31/02

## 2002 BOOK DEPRECIATION SCHEDULE

PAGE 1

CLIENT 0325

ORANGE GROVE WATER COMPANY, INC.

86-0285858

3/10/02

12:32PM

NO. DESCRIPTION

DATE  
ACQUIREDDATE  
SOLDCOST/  
BASISBUS.  
PCT.CUR  
179  
BONUSPRIOR  
179  
DEC. BAL.  
DEPR.BASIS  
REDUCT.SALVAGE  
VALUEDEPR.  
BASISPRIOR  
DEPR.

METHOD

LIFE

RATE

CURRENT  
DEPR.

FORM 1120

## AUTO / TRANSPORT EQUIPMENT

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	PRIOR 179 DEC. BAL. DEPR.	BASIS REDUCT.	SALVAGE VALUE	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
19	CHEVY VAN	5/31/93		1,424		0	0	0	0	1,424	610	S/L	20		71
TOTAL AUTO / TRANSPORT EQUIP															
				1,424		0	0	0	0	1,424	610				71

## FURNITURE AND FIXTURES

14	COMPUTER SOFTWARE	6/01/91		1,044						1,044	572	S/L	20		52
15	COMPUTER HARD DISK	5/01/92		1,571						1,571	763	S/L	20		79
23	OFFICE FURN & EQUIPMENT	VARIOUS		8,522						8,522	5,335	S/L	20		426
31	486 COMPUTER & EQUIPMENT	8/31/95		2,312						2,312	812	S/L	20		116
32	COMPUTER & SCANNER	11/01/00		1,326						1,326	132	S/L	20		66
TOTAL FURNITURE AND FIXTURE															
				14,775		0	0	0	0	14,775	7,614				739

## IMPROVEMENTS

16	WATER TANK	10/01/92		6,500						6,500	3,006	S/L	20		325
17	WATER TANK - REPLACEMENT	7/01/92		3,750						3,750	1,786	S/L	20		188
22	WATER TANKS - EQUIPMENT	5/01/93		3,755						3,755	1,629	S/L	20		188
24	TRANS & DISTR MAINS	VARIOUS		124,525						124,525	100,409	S/L	20		6,226
TOTAL IMPROVEMENTS															
				138,530		0	0	0	0	138,530	106,830				6,927

## LAND

4	LAND AND LAND RIGHTS	1/01/73		900						900					0
TOTAL LAND															
				900		0	0	0	0	900	0				0

## MISCELLANEOUS

12/31/02

## 2002 BOOK DEPRECIATION SCHEDULE

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CLIENT 0325

ORANGE GROVE WATER COMPANY, INC.

86-0285858

3/10/02

12:32PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	PRIOR 179 DEC. BAL. DEPR.	BASIS REDUCT.	SALVAGE VALUE	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
25	WELLS & SPRINGS	1/01/81		11,699						11,699	11,699	S/L	20		0
26	ELECTRIC PUMP EQUIPMENT	VARIOUS		10,728						10,728	8,469	S/L	20		536
27	DISTRIBUTION RESERVOIRS	VARIOUS		3,504						3,504	3,504	S/L	20		0
28	SERVICES	VARIOUS		11,264						11,264	11,264	S/L	20		0
29	METERS	VARIOUS		5,076						5,076	5,076	S/L	20		0
30	HYDRANTS	VARIOUS		6,069						6,069	6,069	S/L	20		0
	TOTAL MISCELLANEOUS			48,340		0	0	0	0	48,340	46,081				536
	TOTAL DEPRECIATION			203,969		0	0	0	0	203,969	161,135				8,273
FORM 1120 - RESIDENTIAL RENTAL															
	BUILDINGS														
20	RESIDENCE - SOMERTON AZ	8/17/93		30,000						30,000	12,500	S/L	20		1,500
	TOTAL BUILDINGS			30,000		0	0	0	0	30,000	12,500				1,500
	LAND														
21	LAND - SOMERTON HOUSE	8/17/93		2,839						2,839					0
	TOTAL LAND			2,839		0	0	0	0	2,839	0				0
	TOTAL DEPRECIATION			32,839		0	0	0	0	32,839	12,500				1,500
	GRAND TOTAL DEPRECIATION			236,808		0	0	0	0	236,808	173,635				9,773

**THEODORE F. GAFFIN**

CERTIFIED PUBLIC ACCOUNTANT

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ACCOUNTANT'S COMPILATION REPORT

Orange Grove Water Company  
P. O. Box 889  
Yuma, Arizona 85366-0889

March 10, 2002

I have compiled the balance sheet of Orange Grove Water Company (A Corporation) as of December 31, 2001, and the related statement of income and expense and the supplementary information for the year then ended included in the accompanying prescribed form in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

My compilation was limited to presenting in the form prescribed by the State of Arizona Corporation Commission Utilities Division information that is the representation of management. I have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and supplementary information are presented in accordance with the requirements of the State of Arizona Corporation Commission Utilities Division, which differ from generally accepted accounting principals. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

  
THEODORE F. GAFFIN  
Certified Public Accountant